

### **VERIZON AIRFONE**

Presentation to
Bryan Tramont, FCC Chief of Staff
Regarding

WT Docket No. 03-103 "Air-to-Ground Service Rules"

September 24, 2004



### **Airfone's Commitment to the Customer**

- ◆ Airfone has a long history of serving the flying public.
  - ☐ Invested considerable capital in Air-to-Ground (ATG) network.
  - ☐ Committed to the development and growth of ATG business.
- Airfone has pushed the limits of technological capability within the bounds of current regulations.
- ◆ Customers are demanding a wider breadth of services beyond what narrowband technology permits.
- ◆ Airfone is ready, willing, and able to meet this demand (with a commercial launch in 2005) if the Commission's rules permit it.



### **Airfone Services**

#### **Voice**

Air-to-ground Ground-to-air

Seat-to-seat

Air-to-air

Seat-to-flight deck

Speed dialing

3-Way Calling

**Collect Calling** 

Info Services

Cellular Call Forwarding

WIFI

#### **Potential Federal Features**

**Emergency Broadcast** 

Video Surveillance

Encryption

**Call Priority** 

Federal Portal

(JetConnect)

Connection to NOC

Others TBD

#### <u>Data</u>

Email

Instant Messaging

**Text Messaging** 

WIFI

Web Browsing

Other Broadband

#### STAY CONNECTED IN THE AIR



#### **Broadband** is the Goal

- Consumers want in-flight access to the same kinds of broadband services they get on the ground.
- Airlines want broadband to improve operational efficiency.
- ◆ Law enforcement agencies want broadband for safety and national security purposes.
- Broadband service must be high-quality and available from takeoff to landing ("deck to deck" service).
- Satellite operators (Boeing, Inmarsat, ARINC) already offer or are planning to offer broadband services, and ATG rules must be changed to allow terrestrial alternatives.



## Importance of "Deck-to-Deck" Service

- ◆ Full service (voice, data, video) required from take-off to landing ("deck-to-deck" service).
  - ☐ "Deck-to-deck" permitted today for narrowband via seat-back phones on commercial flights
  - □ Available today for narrowband services to private, military and governmental aircraft (50% of Airfone customers)
  - □ Required on commercial flights for official airline and law enforcement communications
- Band-sharing proposed by AirCell and Boeing would preclude "deck-to-deck" delivery of Broadband ATG.
  - □ Both admit interference will limit service below 10k feet.



# **Verizon Airfone Proposal**

- ◆ Airfone needs sufficient unencumbered spectrum to deliver Broadband that is the business imperative.
  - ☐ Flexibility to innovate and respond to market forces
  - ☐ Protection from interference that impedes delivery of high-quality advanced services to consumers
- ◆ Infrastructure vendors unanimously agree that minimum of 3 MHz is required and band sharing won't work.
  - ☐ Airfone's plan supports rapid deployment of Broadband ATG using "off-the-shelf" technology.
- ◆ Flexible, exclusive licenses are the only way to get Broadband to ATG customers. (PCS model)





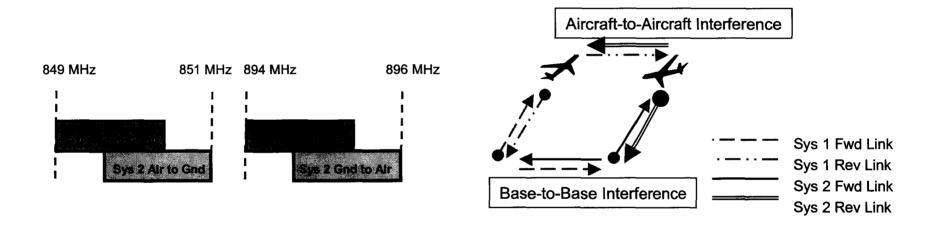
# **AirCell & Boeing Proposals**

- ◆ AirCell and Boeing propose band-sharing arrangements that would have up to four licensees share the ATG band.
- ◆ Each relies on equipment that is not available today.
- ◆ Each relies on inflexible and highly prescriptive rules that would restrict technology choices and service evolution.
- ◆ Neither would allow delivery of Broadband ATG.



## Reverse Banding (Cross Duplex)

 Air-to-ground and ground-to-air assignments are reversed, resulting in significant potential for interference.

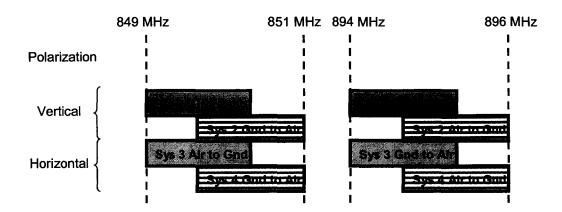


- AirCell proposes strict rules to minimize interference, which would preclude delivery of Broadband ATG.
- ◆ Even under these restrictions, ATG licensee would be subject to substantial interference from Navy radar.



#### **Cross Polarization**

 AirCell recommends the use of cross polarization, in addition to reverse-banding, to permit up to four systems to coexist.



- Can't ensure polarization purity in mobile environment.
- ◆ Can't monitor polarization isolation to know when objective isn't met.
- Cross polarization results in unacceptable noise levels at the base station, and <u>would preclude service in areas around airports</u>.



# **Inflexible Operating Requirements**

### AirCell and Boeing propose:

- ◆ Use of <u>specialized antennas</u> that are not commercially feasible, and would not address all interference concerns.
- ◆ <u>Strict power limits</u> that would severely limit data rates (48 kbps) and preclude the delivery of Broadband ATG.
- ◆ Mandatory base station separation (102 mi) that would permit only one provider to serve airports, constrain system growth, and require the FCC to manage the process for locating ground stations.



## **Incumbency Issues**

- ◆ Airfone has invested considerable time and money in pioneering the ATG service.
- ◆ Airfone should be allowed to continue its existing service for as long as the market supports it.
  - ☐ Right to a reasonable renewal expectancy
  - □ No revocation or arbitrary termination date
- ◆ If relocated, Airfone should be compensated for costs to relocate to comparable spectrum.
- Airfone should be permitted to bid on any ATG license.



#### **Conclusions**

- ◆ There is a high demand for Broadband ATG, and FCC rules must be changed to enable terrestrial alternatives to existing satellite-based services.
- Broadband service must be high-quality and available from takeoff to landing ("deck to deck" service).
- "Exclusive use" licenses are the only way to ensure provision of high-quality Broadband ATG service.
- ◆ Band-sharing scenarios proposed by AirCell and Boeing would undermine delivery of Broadband ATG.
- Commission must protect Airfone's incumbency rights.